

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m., on **TUESDAY, MARCH 11, 2003**, upon the application of **ST. MARY LAND & EXPLORATION COMPANY**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of an Order pertaining to the following matters relating to the **James Formation, Reservoir A**, in the Spider Field, DeSoto Parish, Louisiana.

1. To establish rules and regulations and to create two (2) drilling and production units to be designed as JAMES RA SUA and JAMES RA SUB for the exploration for and production of gas and condensate from horizontal wells drilled to the James Formation, Reservoir A, as shown on the plat submitted with the application.
2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed units, with each tract sharing in unit production on a surface acreage basis of participation.
3. To designate an operator and a unit well for certain of the units to be created hereby.
4. To provide for special field spacing rules for any future horizontal wells drilled to the James Formation, Reservoir A, which would provide (a) that the penetration point and terminus of any lateral of any such horizontal well shall not be located closer than 330 feet to any unit boundary, (b) that the average distance between the productive portion of any lateral and those unit boundaries which run general parallel to the direction in which the laterals are drilled shall not be less than 1,000 feet, (c) that the distance from any point along the productive portion of any lateral and those unit boundaries which run generally parallel to the direction in which the laterals are drilled shall not be less than 660 feet, and (d) that there be no well spacing limitations between wells other than that accomplished by application of the aforestated provisions.
5. To consider such other matters as may be pertinent.

The James Formation, Reservoir A, in the Spider Field, DeSoto Parish, Louisiana, is hereby defined as that gas and condensate bearing interval between the depths of 5446' and 5682' (ELM) in the Palmer Petroleum Inc. (Zadeck) - Scurlock No. 1 Well located in Section 11, Township 11 North, Range 14 West.

A plat is available for inspection in the Office of Conservation in **Baton Rouge and Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

SPIDER FIELD

03-122

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH

COMMISSIONER OF CONSERVATION

Baton Rouge, La

1/30/03;2/4/03

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IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION - ENGINEERING DIVISION AT P. O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.